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Meeting of States Parties

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Report of the external auditor for the financial period 2013-2014, with financial statements of the International Tribunal for the Law of the Sea as at 31 December 2014

(Presented by the Tribunal)

1. Ernst & Young GmbH Wirtschaftsprüfungsgesellschaft (hereinafter "the Auditor") audited the financial statements of the International Tribunal for the Law of the Sea for the financial period from 1 January 2013 to 31 December 2014 in February 2015 and submitted its report on 3 March 2015 (see annex). An audit of certain aspects of the Tribunal's operational procedures was also undertaken by the Auditor, as indicated in the letter of engagement dated 16 August 2012, signed by the Registrar.

2. It is noted from the report that the Auditor was of the view that the financial statements of the Tribunal for the period from 1 January 2013 to 31 December 2014 had been prepared, in all material respects, in accordance with the Financial Regulations and Rules of the Tribunal.

3. Financial regulation 12.8 stipulates that "the Tribunal shall examine the financial statements and the audit reports and shall forward them to the Meeting of States Parties, with such comments as it deems appropriate".

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Annex

Report of the external auditor for the financial period 2013-2014, with financial statements of the International Tribunal for the Law of the Sea as at 31 December 2014

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Note: Owing to rounding differences, figures in tables and cross-references may differ slightly from the actual figures (units of currency, percentages, etc.).

I. Audit engagement

At the twenty-second Meeting of States Parties to the United Nations Convention on the Law of the Sea, held from 4 to 11 June 2012, we were appointed as auditors of the International Tribunal for the Law of the Sea, Hamburg. Thereupon, the Registrar of the Tribunal engaged us to audit the Tribunal's financial statements for the period from 1 January 2013 to 31 December 2014, in accordance with the Financial Regulations and Rules of the Tribunal. Our audit did not cover appendices 2, 3 and 4, but we read that information in order to identify material inconsistencies, if any, with the audited financial statements.

For information on the engagement terms and liability provisions applicable to this engagement and the restrictions on distribution and use of our reporting, please see the explanations in the auditor's report as well as the "General engagement terms for Wirtschaftsprüfer and Wirtschaftsprüfungsgesellschaften" [German Public Auditors and Public Audit Firms] dated 1 January 2002 (see appendix VII).

Our reporting beyond the scope of the auditor's report complies with the Generally Accepted Standards for the Issuance of Long-Form Audit Reports for the Audits of Financial Statements (IDW AuS 450) issued by the Institut der Wirtschaftsprüfer in Deutschland (Institute of Public Auditors in Germany), Düsseldorf.

The present report is addressed to the Tribunal.

II. Purpose, nature and scope of the audit

A. Purpose of the audit

During our audit engagement, we examined whether the financial statements, comprising the statement of income, expenditures and changes in reserves and fund balances, the statement of assets, liabilities, reserves and fund balances, the cash flow statement and the notes to the financial statements, complied with the Financial Regulations and Rules of the Tribunal.

Assessment criteria for our audit of the financial statements were the Financial Regulations and Rules of the Tribunal (hereinafter "applicable accounting principles").

Prior to accepting the engagement, based on our knowledge and understanding at that time, we had to assess whether the accounting principles to be applied (basis of accounting) were reasonable under the circumstances. To do so, we had to obtain an understanding of:

(a) The purpose of the financial statements;

(b) The users of the financial statements;

(c) Which steps the legal representatives had taken to determine whether the accounting principles to be used were reasonable under the circumstances.

Our preliminary conclusion that the basis of accounting used for preparing and auditing the financial statements was reasonable under the circumstances (IDW AuS 480, sect. 15) was confirmed in the course of our audit.

The Registrar is responsible for the books and records, the accounting-related internal control system, the preparation of the financial statements in accordance with the basis of accounting, including an understandable and accurate presentation and/or appropriate description of the basis of accounting, as well as the explanations and documents provided to us. It is our responsibility to assess those documents and that information during our audit performed in accordance with professional standards.

B. Nature and scope of the audit

Our audit was performed in accordance with the German generally accepted standards for the audit of financial statements issued by the Institut der Wirtschaftsprüfer.

Those standards require that we plan and perform the audit to provide reasonable assurance that the financial statements do not contain any significant inaccuracies or infringements.

The object of our audit of the financial statements is therefore to identify such inaccuracies and infringements of the basis of accounting which might materially affect the presentation of the financial statements.

The basis of our audit methodology, which is risk and process oriented, is the development of an audit strategy. This strategy is based on the assessment of the economic and legal environment of the Tribunal, its goals, strategies and business risks, which we evaluate with the help of critical success factors. The subsequent examination of the accounting-related internal control system and its effectiveness is supported by process analyses. These are performed at regular intervals, especially in the case of organizational changes or changes in policy. The aim is to determine the impact of such changes on relevant financial statement items and hence to evaluate business risks and our audit risk. Findings from the analysis of processes and the accounting-related internal control system were taken into account in choosing the analytical procedures (plausibility tests) and substantive testing of assets and liabilities, recognition, disclosure and valuation in the financial statements. The audit programme, which is specifically tailored to the Tribunal, determines the key elements of the audit, the nature and scope of audit procedures, as well as the timing and staffing of the audit. This approach is based on the principles of risk assessment and materiality. We therefore reached our auditor's report primarily on a test basis.

Our audit programme for the reporting years focused on the following:

- Analysis of the process related to the preparation of the financial statements
- Design, implementation and effectiveness of the internal controls in the processes relating to contributions and expenditures
- Contribution receivables from States parties
- Contributions received in advance
- Surrender of savings from prior years
- Obligations, current period

- Major expenditures

We also performed the following standard audit procedures:

- We received bank confirmations from financial institutions.
- We were provided with all the explanations and supporting documents requested. In a letter of representation submitted to us, the Registrar confirmed the completeness of those explanations and documents and of the books, records and financial statements.

III. Findings on the financial reporting

A. Prior-year financial statements

The prior-period financial statements were presented by the Registrar at the twenty-third Meeting of States Parties, from 10 to 14 June 2013.

B. Basis of valuation

Regarding the applied basis of valuation, reference is made to the explanation of the Tribunal in the notes to the financial statements.

IV. Findings from audit procedures of additional audit scope for the period from 1 January 2013 to 31 December 2014

The examination of the operational procedures, including the administration of the Nippon Foundation Grant, the Trust Fund for the Law of the Sea and the China Institute of International Studies Grant did not lead to material findings. We refer to our audit procedures and results in appendix VI.

V. Independent Auditor's report

To the International Tribunal for the Law of the Sea

We have audited the accompanying financial statements of the International Tribunal for the Law of the Sea, Hamburg, which comprise the statement of income, expenditures and changes in reserve and fund balances, statement of assets, liabilities, reserves and fund balances, statements of cash flows and notes to the financial statements, for the period from 1 January 2013 to 31 December 2014.

Management's responsibility for the financial statements

Management is responsible for the preparation of the financial statements in accordance with the Financial Regulations and Rules of the International Tribunal for the Law of the Sea and for such internal control as management determines necessary to enable the preparation of financial statements that are free from material misstatement, whether owing to fraud or error.

Auditor's responsibility

Our responsibility is to express an opinion on those financial statements based on our audit. We conducted our audit of the financial statements in accordance with the German generally accepted standards for the audit of financial statements promulgated by the Institut der Wirtschaftsprüfer. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether owing to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements of the International Tribunal for the Law of the Sea, Hamburg, for the period from 1 January 2013 to 31 December 2014 have been prepared, in all material respects, in accordance with the Financial Regulations and Rules of the International Tribunal for the Law of the Sea.

Accounting principles as well as restrictions on disclosure and use

Without qualifying our opinion, we draw attention to the Financial Regulations and Rules of the Tribunal for the Law of the Sea (see www.un.org/Depts/los/meeting_states_parties/SPLOS_documents.htm#Other) relating to the financial statements, which describe the basis of accounting. The financial statements are prepared to support the Registrar in meeting his accountability obligations according to the Financial Regulations and Rules. As a result, the financial statements may not be suitable for another purpose. Our auditor's report is addressed exclusively to the Tribunal and may not be distributed to or used by third parties without our consent.

Limitation of liability

The "General engagement terms for Wirtschaftsprüfer and Wirtschaftsprüfungsgesellschaften" (German Public Auditors and Public Audit Firms), as issued by the Institut der Wirtschaftsprüfer on 1 January 2002 (see appendix VII), are applicable to that engagement and also govern our responsibility and liability to third parties in the context of that engagement.

Hamburg, 20 February 2015

Ernst & Young GmbH
Wirtschaftsprüfungsgesellschaft

(*Signed*) (Kreninger)
Wirtschaftsprüferin
(German Public Auditor)

(*Signed*) (Schnitger)
Wirtschaftsprüferin
(German Public Auditor)

Appendix I

Financial statements of the International Tribunal for the Law of the Sea

Statement of income, expenditures and changes in reserves and fund balances for the period from 1 January 2013 to 31 December 2014

	Note	*2013-2014 (in euros)*	*2011-2012 (in euros)*
Income			
Assessed contributions	3	21 239 120	20 398 600
Other income			
Savings due to cancellation of prior-period obligations		49 644	108 674
Gains and losses on exchange		(18 394)	(19 019)
Miscellaneous income		11 199	1 833
Interest income		15 266	94 020
Total income		**21 296 835**	**20 584 108**
Expenditures	4		
Total expenditures and obligations		(19 241 443)	(19 223 375)
Excess of income over expenditures		**2 055 392**	**1 360 733**
Final excess of income over expenditures		**2 055 392**	**1 360 733**
Movement in reserves			
Surrender to States parties in 2013-2014		(879 051)	(2 050 683)
Increase in Working Capital Fund		350 000	–
Total in movement in reserves		**1 526 341**	**(689 950)**
Fund balances at the beginning of financial period		3 457 981	4 147 931
Fund balances as at 31 December 2014		**4 984 322**	**3 457 981**

International Tribunal for the Law of the Sea, Hamburg

Statement of assets, liabilities, reserves and fund balances as at 31 December 2014

	Note	*31/12/2014 (in euros)*	*31/12/2012 (in euros)*
Assets			
Cash and term deposits		5 656 054	7 180 873
Contributions receivable from States parties		1 479 049	1 035 254
Tax reimbursements due		151 790	88 907
Accounts receivable — others		148 170	192 531
Prepaid expenses		13 069	0
Total assets		**7 448 132**	**8 497 565**
Liabilities	7		
Contributions received in advance		1 508 736	2 543 643
Surrender of savings from prior years		542 374	1 885 459
Obligations, current period		412 646	593 382
Staff assessment special account		54	70
Accounts payable		0	17 030
Total liabilities		**2 463 810**	**5 039 584**
Net assets		**4 984 322**	**3 457 981**
Reserves and fund balances	8		
Working Capital Fund		1 309 132	959 132
Prior-period gains reserve		1 619 798	1 138 116
Final excess of income over expenditures		2 055 392	1 360 733
Total reserves and fund balances		**4 984 322**	**3 457 981**
Total reserves		**4 984 322**	**3 457 981**

International Tribunal for the Law of the Sea, Hamburg

Statement of cash flows for the biennium 2013-2014

	2013-2014 (in euros)	*2011-2012 (in euros)*
Cash flows from operating activities		
Net excess (shortfall) of income over expenditures	2 055 392	1 360 733
(Increase) decrease in contributions receivable	(443 795)	(560 922)
(Increase) decrease in tax reimbursements due	(62 883)	45 400
(Increase) decrease in other accounts receivable	44 361	147 745
(Increase) decrease in prepaid expenses	(13 069)	–
Increase (decrease) in obligations, current period	(180 736)	(319 156)
Increase (decrease) in contributions received in advance	(1 034 907)	454 285
Increase (decrease) in accounts payable	(17 030)	(123 007)
Less: interest income	(15 266)	(94 020)
Net cash from operating activities	**332 067**	**911 058**
Cash flows from investing and financing activities		
Plus: interest income	15 266	94 020
Net cash from operating investing and financing activities	**347 333**	**1 005 078**
Cash flows from other sources		
Increase (decrease) in Working Capital Fund	350 000	–
Increase (decrease) in prior-period gains reserve	(879 051)	(2 050 683)
Increase (decrease) in surrender of savings from prior years	(1 343 101)	(74 831)
Net increase (decrease) in cash and term deposits	**(1 524 819)**	**(1 120 436)**
Cash and term deposits at beginning of period	**7 180 873**	**8 301 309**
Cash and term deposits at end of period	**5 656 054**	**7 180 873**

International Tribunal for the Law of the Sea, Hamburg

Notes to the financial statements for the period from 1 January 2013 to 31 December 2014

Note 1
Statement of the objectives and activities of the Tribunal

The International Tribunal for the Law of the Sea is an international judicial body established by the United Nations Convention on the Law of the Sea to adjudicate disputes arising out of the interpretation or application of the Convention. It began its activities in 1996. The Tribunal is open to States parties to the Convention and, in certain cases, to entities other than States parties (such as international organizations and natural or juridical persons). The jurisdiction of the Tribunal comprises all disputes submitted to it in accordance with the Convention. It also extends to all matters specifically provided for in any other agreement which confers jurisdiction upon the Tribunal. The Tribunal is composed of 21 independent members elected by the States parties to the Convention. It is assisted by a Registry consisting of 37 staff members.

Note 2
Summary of significant accounting policies

On 12 June 2003, the thirteenth Meeting of States Parties adopted the Financial Regulations of the Tribunal and decided that they should become effective on 1 January 2004 and apply to the financial period 2005-2006 and subsequent financial periods (SPLOS/100). Pursuant to financial regulation 10.1 (a), the Tribunal adopted its Financial Rules in 2004. The States parties took note of the Financial Rules at their fourteenth Meeting in 2004. The Financial Rules became effective on 1 January 2005.

Financial period

Pursuant to financial regulation 2, the financial period which is the subject of the present report is the two-year period from 1 January 2013 to 31 December 2014.

Currency of accounts

Pursuant to financial regulation 11.2, the presentation currency is the euro. The accounting records are also maintained in euros.

Foreign currency transactions

Transactions in currencies other than the euro are converted into the euro using the United Nations operational rates of exchange, except for assessed contributions paid in United States dollars. For the contributions paid in United States dollars, the conversion into euros is made at the most favourable rate of exchange available to the Tribunal on the date of the payment, in accordance with financial rule 105.2.

The differences in exchange rates which may occur between the date of recording and the date of settling the transactions are recorded in the statement of income, expenditures and changes in reserves and fund balances as gains or losses on exchange.

Assets and liabilities in currencies other than the euro are revalued at the end of the financial period at the prevailing United Nations operational rates of exchange. The revaluation amounts are recorded in the statement of income, expenditures and changes in reserves and fund balances as gains or losses on exchange.

Income

Income consists of assessed contributions from the States parties. Contributions for the two-year financial period are assessed as 50 per cent in year one and 50 per cent in year two. All other income received by the Tribunal is classified as miscellaneous income and is included as general resources (see note 3).

Expenditures

All the expenditures of the Tribunal are recorded against allocated lines of budgetary appropriation.

Expenditures of the Tribunal are accounted for on an accrual basis, except for those relating to staff entitlements, which are accounted for on the basis of cash disbursements. No provision is made for any future liabilities arising from staff entitlements due to repatriation, accumulated annual leave and compensatory time and from pension entitlements of the members of the Tribunal (see note 5).

Assets and liabilities

All funds received are deposited into the Tribunal's bank accounts, including those under special account arrangements, and are reflected as cash holdings. Non-expendable equipment (especially computer hardware and software) is not included in the assets but is charged against the current appropriations when acquired. A separate listing of non-expendable equipment is maintained for control purposes. Assets are valued at nominal value. Liabilities are valued at the repayment amount.

Working Capital Fund

The eighth Meeting of States Parties, held in 1998, authorized the establishment of a working capital fund to ensure continuity of operation in the event of temporary shortfalls in funds, and to provide the Tribunal with the necessary financial means to dispose of cases, in particular those involving urgent proceedings.

The current amount of the Working Capital Fund available to the Tribunal is €542,118, which was converted from $650,000 in November 2005, in accordance with the Financial Regulations of the Tribunal.

The current level of €542,118 represents 2.87 per cent of the approved budget of the Tribunal for 2015-2016. In line with the United Nations practice, an amount of approximately 8 per cent of the annual budget (4 per cent of its biennial budget) is considered appropriate. In the case of the Tribunal, an adequate level in the Working Capital Fund would then be €755,448 (4 per cent of the biennial budget). However, to minimize increases in the 2015-2016 budget and in the light of an additional amount appropriated to the Working Capital Fund to cover exclusively unforeseen case-related expenses (see para. below), no increase of the Working

Capital Fund was included in the budget proposals for 2015-2016 submitted at the Meeting of States Parties in 2014.

In addition to the $650,000 referred to above, the twelfth Meeting of States Parties, held in 2002, approved, on an exceptional basis, the appropriation of $500,000 (being part of the savings from the financial period 2001) to the Working Capital Fund of the Tribunal, in order to provide the Tribunal with the necessary financial means, in the event of temporary shortfalls in funds, to deal with cases whenever the cost could not be met from case-related costs or from the transfer of funds between appropriation sections (SPLOS/L.28). This amount was converted into €417,014 in November 2005, in accordance with the Financial Regulations of the Tribunal.

In June 2014, at their twenty-fourth meeting, the States parties decided, on an exceptional basis, to transfer an amount of €350,000 from the 2011-2012 cash surplus to the Working Capital Fund, to cover the cost of considering cases that cannot be met from the funds allocated for case-related costs (SPLOS/275).

The total Working Capital Fund currently stands at €1,309,132.

Note 3
Income

The Tribunal's income in the financial period 2013-2014 totalled €21,296,835.

Income includes contributions from 166 States parties (including the European Union), totalling €21,239,120.

Total income also includes:

(a) Interest income of €15,266 earned on deposit accounts;

(b) Savings due to the cancellation of prior-period obligations, in the amount of €49,644;

(c) A net loss of €18,394 from gains and losses on exchange resulting from foreign currency transactions and revaluations of foreign currency account balances;

(d) Net miscellaneous income of €11,199, which includes a contribution from a State party which could not be identified as at the end of the year 2014, sales of the Tribunal's basic texts to the International Foundation for the Law of the Sea, prior-period adjustments, refunds from the gas and water suppliers, a refund from an insurance company and losses from non-refundable tax claims.

Note 4
Expenditure

The budget for the financial period 2013-2014, in the amount of €21,239,120, was approved at the twenty-second Meeting of States Parties, in June 2012 (SPLOS/250).

Budget estimates for staff salaries and judges' allowances were based on the United States dollar/euro exchange rate of 0.746 in March 2012. By the end of the financial period, the exchange rate between the United States dollar and the euro was 0.82. This represents a decrease of 9.02 per cent in the value of the euro against the United States dollar. However, this had no significant impact on the expenditure

of the Tribunal, since most expenditures were made in euros, and payments to judges and staff members were subject to an adjustment mechanism which has the effect of largely absorbing the fluctuations of the United States dollar against the euro.

Expenditure for the financial period 2013-2014 totalled €19,241,443.

The total expenditure recorded in section 1, "Judges", amounts to €5,001,330.

This amount is within the initial appropriation of €5,228,000 for section 1. Overexpenditures, however, occurred in the budget line annual allowance.

The overexpenditure under annual allowance in the amount of €19,354 is due mainly to the fact that two judges whose term of office ended on 30 September 2014 continued to sit in case No. 21 in accordance with the Rules of the Tribunal, from 1 October 2014 to 31 December 2014. During that period, those two judges received annual allowance while the payment of their pension was suspended. Another factor which explains the overexpenditure is the fact that the remuneration of judges was revised twice during the financial period concerned, in 2013 and in 2014.

The above-mentioned overexpenditure, totalling €19,354, was fully absorbed by the redeployment of appropriations within the section "Judges". As a result, the section shows a final balance of €226,670.

Section 3, "Representation allowance", which is based on an amount calculated in United States dollars, shows an overexpenditure of €158, which is due entirely to the depreciation of the euro against the United States dollar during the financial period.

The budget line "special services (external audit)" under section 6, "Operating expenditures", also shows an overexpenditure of €9,600, which is due to the fact that, owing to an oversight, the amount approved in the 2013-2014 budget reflected only half of the required amount (€20,000). This matter, as well as the anticipated overexpenditure resulting therefrom, was reported to the Meeting of States Parties in June 2014 (see SPLOS/2014/WP.1, paras. 35(f) and 104). The overexpenditure was fully absorbed by the redeployment of appropriations within section 6, "Operating expenditures". Section 6 shows savings in the amount of €100,252.

Note 5
Contingent liability

A net contingent liability for staff benefits as at 31 December 2014, amounting to €514,203, consists of the following:

Contingent liability	*Amount (in euros)*
Accumulated annual leave	253 852
Entitlement due to repatriation	260 351
Total	**514 203**

All contingent expenditures are charged against the budget appropriations in the period when actual payments are made. A record of all commitments for future periods, which are to constitute the first charges against relevant appropriations

once those are approved by the Meeting of States Parties, is maintained in the financial statements. In accordance with the Staff Regulations and Rules of the Tribunal, the contingent liability reflected above is based on net remuneration.

In addition to the above-mentioned contingent liabilities, there is a liability for pension scheme costs for the elected members of the Tribunal. However, those expenditures are charged against the budget appropriations in the period when actual payments are made.

Note 6
Accounts receivable

Contributions receivable from States parties as at 31 December 2014 total €1,479,049, as detailed below. The amount overdue from assessed contributions for the financial period 2013-2014 totals €874,534.

The Tribunal has maintained its collection efforts, resulting in a reduction of overdue balances with respect to the financial periods 1996-1997 to 2011-2012. The amount of outstanding contributions for the financial periods 1996-1997 to 2011-2012 currently stands at €604,515. This amount is less by €430,739, compared with €1,035,254 as at 31 December 2012.

Year of assessment	*31 December 2014 amount (in euros)*	*31 December 2012 amount (in euros)*
1996/97	5 877	6 021
1998	1 499	1 567
1999	2 913	2 991
2000	7 855	8 427
2001	8 861	10 596
2002	9 101	10 942
2003	6 138	7 673
2004	5 455	7 037
2005	10 908	14 340
2006	13 432	18 728
2007	16 697	21 922
2008	17 463	22 788
2009	18 646	25 435
2010	24 524	49 935
2011	194 675	282 215
2012	260 470	544 637
2013	289 195	
2014	585 339	
Total	**1 479 049**	**1 035 254**

"Tax reimbursements due", amounting to €151,790, represent mainly refunds of value added tax.

Accounts receivable under other heads, amounting to €148,170, include educations grant advances (€85,533), home leave travel advances (€7,556) travel advances paid in connection with official travels in December 2014 (€15,302), amounts due from staff or from the German authorities (Premises Agreement) (€35,766) and some minor miscellaneous charges (€4,013).

Prepaid expenses in the amount of €13,069 are payments made towards the end of the year 2014 which relate to the 2015-2016 budget of the Tribunal. Accordingly, those expenses will be charged against the provision of the 2015-2016 budget in January 2015 and will be cleared from the receivables items.

Note 7
Liabilities

The liabilities of the Tribunal as at 31 December 2014 include:

(a) Contributions received in advance from States parties for the budget period 2015-2016 (€1,508,736);

(b) Savings from the 2005-2006 financial period, amounting to €2,208, which will be surrendered once the States parties concerned have contributed in full to the financial period 2005-2006 (SPLOS/180);

(c) Savings amounting to €5,489 from the 2007-2008 financial period, which will be surrendered once the States parties concerned have contributed in full to the financial period 2007-2008 (SPLOS/203 and SPLOS/217);

(d) Savings amounting to €5,626 from the 2009-2010 financial period which will be surrendered once the States parties concerned have contributed in full to the financial period 2009-2010 (SPLOS/250);

(e) Savings amounting to €529,051 from the 2011-2012 financial period which will be surrendered and deducted from the contributions of the States parties to the 2015 budget (SPLOS/275);

(f) Obligations arising from goods and services procured in the financial period 2013-2014 (€412,646);

(g) The remaining amount (€54) from the staff assessment special account.

All savings from prior years and withholdings from staff assessment will be surrendered once the contributions of the States parties concerned for the respective financial periods have been paid in full, in accordance with the Financial Regulations of the Tribunal.

Note 8
Funds and reserves

The Working Capital Fund currently stands at €1,309,132. This corresponds to the equivalent euro amount of the appropriation decided at the eleventh, twelfth and twenty-fourth Meetings of States Parties (SPLOS/70, SPLOS/89 and SPLOS/275). As reported at the Meeting of States Parties in June 2006, this sum was converted from $1,150,000 to €959,132 on 8 November 2005. In addition, and in accordance with the decision taken at the twenty-fourth Meeting of States Parties, an amount of €350,000 was transferred, on an exceptional basis, to the Working Capital Fund to

cover the cost of considering cases that cannot be met from the funds allocated for case-related costs (SPLOS/275).

The prior-period gains and reserves stand at €1,619,798 and represent excess income over expenditure from previous financial periods, 2005-2006 to 2011-2012, in accordance with regulation 4 of the Financial Regulations of the Tribunal.

The initial reserve balance at 1 January 2013 was €1,360,733 (savings from the 2011-2012 budget). Following an interim audit which confirmed the final cash surplus in the amount of €879,051 in February 2014, an amount of €529,051 was surrendered and deducted from the assessed contributions of the States parties for 2015 (see SPLOS/275).

Appendix II

International Tribunal for the Law of the Sea, Hamburg

Financial report for the period from 1 January 2013 to 31 December 2014

Introduction

1. The Registrar of the International Tribunal for the Law of the Sea submits herewith the financial report for the financial period from 1 January 2013 to 31 December 2014, being the thirteenth financial period and report.

2. The financial report includes: the statement of income, expenditure and changes in reserves and fund balances for the period from 1 January 2013 to 31 December 2014; the statement of assets, liabilities, reserves and fund balances as at 31 December 2014; the statement of cash flows for the biennium 2013-2014; the performance report for the period 2013-2014; and the status of contributions to the International Tribunal for the Law of the Sea for the period 1996-2014. The statement of income, expenditures and changes in reserves and fund balances, the statement of assets, liabilities, reserves and fund balances and the statement of cash flows are provided in order to facilitate the review of the report by States parties. The statements are in compliance with the Tribunal's Financial Regulations and Rules and are in line with formats agreed for the harmonization of the accounts of agencies and organizations in the United Nations common system. The financial report shows the financial results of the Tribunal's activities in 2013 and 2014. Elements of particular importance are summarized in the following paragraphs.

3. The cash balance of €5,656,054 as at 31 December 2014 represents a decrease compared with the cash balance at the end of 2012, which stood at €7,180,873. This decrease resulted from an increase in the amount of contributions receivable, on the one hand, and a decrease in the amount of contributions paid in advance on the other hand.

Income

4. Income in the financial period 2013-2014 included assessed contributions amounting to €21,239,120 from 166 States parties (including the European Union). Of the total amount of contributions for the financial period 2013-2014, €874,534 is outstanding as at 31 December 2014. The balance of unpaid contributions with respect to the overall budget of the Tribunal (1996-1997 to 2013-2014) amounted to €1,479,049 on that date. In addition, other net income from various sources, such as interest income, miscellaneous income and the cancellation of prior-period obligations after adjustments for exchange rate losses, totalled €57,715.

5. The Tribunal has maintained its efforts to collect outstanding contributions, resulting in a reduction of overdue balances with respect to the previous budgets of the Tribunal. However, by the end of 2014, the following amounts were still pending: €5,877 for 1996-1997; €1,499 for 1998; €2,913 for 1999; €7,855 for 2000; €8,861 for 2001; €9,101 for 2002; €6,138 for 2003; €5,455 for 2004; €10,908 for 2005; €13,432 for 2006; €16,697 for 2007; €17,463 for 2008; €18,646 for 2009; €24,524 for 2010; €194,675 for 2011; and €260,470 for 2012. The balance of unpaid contributions with respect to the overall budgets of the Tribunal (1996-1997 to

2013-2014) therefore amounts to €1,479,049. No provision for doubtful accounts receivable for the overdue balances is envisaged under the Tribunal's Financial Regulations and Rules.

Expenditure

6. The expenditures of the Tribunal for the financial period 2013-2014 totalled €19,241,443, which corresponds to 90.59 per cent of the budget for the period (€21,239,120). This performance can be explained by the optimum use of resources in a period of increased judicial workload. It may be noted that, during the financial period 2013-2014, deliberations of the Tribunal and meetings of the Drafting Committee took place as regards case No. 18, a case on the merits between Saint Vincent and the Grenadines and the Kingdom of Spain. In addition, hearings and deliberations of the Tribunal and meetings of the drafting committee were held with respect to case No. 19, a case on the merits between Panama and Guinea-Bissau. One urgent request for provisional measures (case No. 22 between the Netherlands and the Russian Federation) was submitted to the Tribunal in October 2013, which dealt with it in November 2013. On 28 March 2013, the Tribunal received a request from the Subregional Fisheries Commission to render an advisory opinion, (case No. 21). The hearings, initial deliberations and initial meetings of the drafting committee were held between August and November 2014.

7. Under section 2, "Staff costs", savings amounting to €315,144 were achieved mainly in the budget lines "established posts" and "common staff costs". The savings under "established posts" were due to vacant positions in the Registry during the financial period. Savings under "common staff costs" resulted mainly from savings on staff entitlements (costs on separation and installation, education grant and home leave).

8. Under part C, "Case-related costs", savings amounted to €1,349,782 and were largely due to the fact that, while the 2013-2014 budget provided for the cost of two and one half urgent proceedings (in addition to appropriations made with respect to case Nos. 18 and 19), the Tribunal dealt with one urgent request for provisional measures (case No. 22) and part of case No. 21 during that period. Furthermore, the optimal planning of the hearings, deliberations and meetings of the drafting committees in case Nos. 18, 19 and 21 also resulted in savings under case-related costs.

9. Savings in the amount of €310,164 under the budget line "travel to meetings, including judges ad hoc" could also be achieved by scheduling judicial meetings of the Tribunal in conjunction with the regular meetings of the Tribunal on non-judicial matters.

10. The performance rate of the 2013-2014 budget stands at 90.59 per cent. It is noted that, if case-related costs are excluded, the performance rate for other costs would be 95.93 per cent.

Special accounts

11. In accordance with the decision of the Meeting of States Parties in June 2012 (see SPLOS/250), an amount of €1,873,979, corresponding to savings relating to the 2009-2010 financial period, was surrendered and deducted from the assessed

contributions of the States parties for 2013, in accordance with regulation 4 of the Financial Regulations of the Tribunal.

12. The twenty-fourth Meeting of States Parties took note of the cash surplus from the financial period 2011-2012 in the amount of €879,051. The Meeting of States Parties decided that, of that amount, an amount of €529,051 would be surrendered and deducted from the 2015 contributions of States parties, in accordance with financial regulation 4. The remaining amount of €350,000 would be credited, on an exceptional basis, to the Working Capital Fund of the Tribunal, to cover the cost of considering cases that cannot be met from the funds allocated for case-related costs. (SPLOS 275).

13. The Nippon Foundation Grant was established in March 2007, following the signature of the Nippon Foundation Grant Agreement between the Tribunal and the Nippon Foundation. Pursuant to the Agreement, the Foundation contributed an amount of €200,000 to the Nippon Foundation's International Tribunal for the Law of the Sea capacity-building and training programme on dispute settlement under the United Nations Convention on the Law of the Sea. In accordance with regulation 6.5 of the Financial Regulations of the Tribunal, a trust fund was subsequently established and a special euro bank account named "Nippon Foundation Grant" was set up with Deutsche Bank.

14. In March 2008, the Nippon Foundation made a second contribution to the Grant in the amount of €200,000, a third in the same amount in March 2009, and five more contributions, in the amount of €230,000 each, in March 2010, March 2011, March 2012, March 2013 and March 2014, respectively. At the beginning of the financial period 2013-2014, the total reserves of the trust fund amounted to €236,308. As at 31 December 2014, the balance of total reserves was €267,224. The audited financial statement for the Nippon Foundation Grant will be circulated to the Meeting of States Parties, in June 2015.

15. Pursuant to regulation 6.5 of its Financial Regulations, in October 2009, the Tribunal established a trust fund for the law of the sea, which is intended to promote the advancement of human resources in developing countries in the law of the sea and maritime affairs in general. The first contribution to the Trust Fund, in the amount of €25,000, was made in 2010 by Korwind, a Hamburg-based Korean company working in the field of renewable energy. Subsequent contributions from the Korea Maritime Institute were made in October 2011 (€15,000), December 2012 (€15,000), October 2013 (€15,000), August 2014 (€20,000) and December 2014 (€15,000). Since July 2012, the Trust Fund has been used to support the Tribunal's internship programme and provide financial assistance to interns from developing countries. The Trust Fund was also used to finance a regional workshop held in Nairobi in August 2014. As at 31 December 2014, the balance of total reserves stood at €48,189. The audited financial statement for the Trust Fund will be circulated to the Meeting of States Parties, in June 2015.

16. Following the signing of a memorandum of understanding between the Tribunal and the China Institute of International Studies (CIIS) on 3 May 2012, a trust fund — designated as the CIIS Grant — was set up to support the Tribunal's internship programme, the Summer Academy of the International Foundation for the Law of the Sea and other projects, including regional workshops. As at 31 December 2014, the balance of total reserves was €15,878. The audited financial

statement for the CHS Grant will be circulated to the Meeting of States Parties, in June 2015.

Institutional arrangements

17. The financial records of the Tribunal have been maintained in the network version of the Sun computerized accounting system.

(*Signed*) Philippe **Gautier**
Registrar

Appendix III

International Tribunal for the Law of the Sea, Hamburg

Budget performance report for the period 2013-2014 as at 31 December 2014

(In euros)

	Part section	Objects of expenditure	2013-2014 approved budget	2013 expenditure (as at 31 12 2013)	2014 disbursement (as at 31 12 2014)	2013-2014 total expenditure (as at 31 12 2014)	Balance	Total expenditure as a percentage of approved budget
1	A	**Recurrent expenditure**						
2	1	**Judges**	**5 228 000**	**2 410 124**	**2 591 206**	**5 001 330**	**226 670**	
3		Annual allowances	3 013 400	1 499 490	1 533 264	3 032 754	(19 354)	100.64
4		Special allowances	909 600	381 552	441 587	823 139	86 461	90.49
5		Travel to session	282 500	103 578	103 027	206 605	75 895	73.13
6		Judges' pension scheme	880 700	416 815	402 382	819 197	61 503	93.02
7		Common costs	141 800	8 689	110 946	119 635	22 165	84.37
8								
9	2	**Staff costs**	**7 130 000**	**3 317 104**	**3 497 752**	**6 814 856**	**315 144**	
10		Established posts	4 664 200	2 306 203	2 333 935	4 640 138	24 062	99.48
11		Common staff costs	2 045 000	862 139	925 826	1 787 965	257 035	87.43
12		Overtime	29 400	10 175	14 979	25 154	4 246	85.56
13		Temporary assistance for meetings	207 200	66 208	123 178	189 386	17 814	91.40
14		General temporary assistance	113 100	41 597	59 760	101 357	11 743	89.62
15		Training	71 100	30 782	40 074	70 856	244	99.66
16	3	**Representation allowance**	**11 300**	**5 746**	**5 712**	**11 458**	**(158)**	101.40
17	4	**Official travel**	**180 300**	**64 649**	**113 599**	**178 248**	**2 052**	98.86
18	5	**Hospitality**	**13 900**	**6 931**	**6 655**	**13 586**	**314**	97.74
19	6	**Operating expenditures**	**2 898 500**	**1 210 210**	**1 588 038**	**2 798 248**	**100 252**	
20		Maintenance of premises (including security)	2 165 600	916 880	1 239 440	2 156 320	9 280	99.57
21		Rental and maintenance of equipment	361 400	152 346	152 723	305 069	56 331	84.41
22		Communications	197 200	73 863	87 687	161 550	35 650	81.92
23		Miscellaneous services and charges (including bank charges)	40 000	19 435	13 878	33 313	6 687	83.28
24		Supplies and materials	123 900	47 686	74 310	121 996	1 904	98.46
25		Special services (external audit)	10 400	0	20 000	20 000	-9 600	192.31

	Part section	Objects of expenditure	2013-2014 approved budget	2013 expenditure (as at 31 12 2013)	2014 disbursement (as at 31 12 2014)	2013-2014 total expenditure (as at 31 12 2014)	Balance	Total expenditure as a percentage of approved budget
26	7	**Library and related costs**	**316 000**	**127 282**	**188 424**	**315 706**	**294**	
27		Library — procurement of books and publications	236 000	115 000	120 949	235 949	51	99.98
28		External printing and binding	80 000	12 282	67 475	79 757	243	99.70
29								
30	B	**Non-recurrent expenditure**						
31	8	**Furniture and equipment**						
32		Purchase of equipment	154 800	27 404	124 069	151 473	3 327	97.85
33								
34	C	**Case-related costs**	**5 306 320**	**2 210 288**	**1 746 250**	**3 956 538**	**1 349 782**	74.56
35	10	**Judges**	**3 982 130**	**1 680 830**	**1 285 206**	**2 966 036**	**1 016 094**	74.48
36		Special allowances	3 180 990	1 488 565	1 140 593	2 629 158	551 832	82.65
37		Compensation to judges ad hoc	294 210	82 318	57 794	140 112	154 098	47.62
38		Travel to meetings including judges ad hoc	506 930	109 947	86 819	196 766	310 164	38.82
39	11	**Staff costs**	**1 324 190**	**529 458**	**461 044**	**990 502**	**333 688**	74.80
40		Temporary assistance for meetings	1 261 940	507 395	456 636	964 031	297 909	76.39
41		Overtime	62 250	22 063	4 408	26 471	35 779	42.52
42	12	**Miscellaneous**	**0**	**0**		**0**	**0**	
43								
44	D	**Working Capital Fund**	**0**	**0**		**0**	**0**	
45								
46		**Total**	**21 239 120**	**9 379 738**	**9 861 705**	**19 241 443**	**1 997 677**	90.59

Appendix IV

Status of the 1996-2014 contributions to the International Tribunal for the Law of the Sea

(In euros)

31 December 2014

		Contributions assessed					*Contributions outstanding*				
States parties	*2014 scale of assessments (percentage)*	*Previous financial periods (1996-2010)*	*Last financial period (2011-2012)*	*Current financial period[a] (2013-2014)*	*Total[a]*	*Collections*	*Previous financial periods[b] (1996-2010)*	*Last financial period (2011-2012)*	*Current financial period[a] (2013-2014)*	*Total outstanding*	*Credits forwarded to 2015*
Albania	0.0135	5 788	2 669	2 806	11 263	12 159	0	0	0	0	(896)
Algeria	0.1846	109 415	34 155	37 192	180 762	197 154	0	0	0	0	(16 392)
Angola	0.0135	10 186	2 669	2 806	15 661	15 660	0	0	0	0	0
Antigua and Barbuda	0.0100	8 530	2 022	2 104	12 656	9 920	0	633	2 104	2 737	0
Argentina	0.5822	993 055	76 582	101 095	1 170 732	1 158 747	0	0	11 985	11 985	0
Armenia	0.0100	6 043	2 022	2 104	10 169	11 053	0	0	0	0	(884)
Australia	2.7951	2 036 408	515 794	562 383	3 114 585	3 362 769	0	0	0	0	(248 184)
Austria	1.0755	1 133 577	227 077	231 267	1 591 921	1 591 939	0	0	0	0	(18)
Bahamas	0.0229	18 318	4 803	4 909	28 030	30 048	0	0	0	0	(2 019)
Bahrain	0.0526	31 797	10 407	10 943	53 147	57 795	0	0	0	0	(4 648)
Bangladesh	0.0135	9 276	2 669	2 806	14 751	13 343	0	0	1 407	1 407	0
Barbados	0.0108	11 443	2 135	2 245	15 823	13 577	0	0	2 245	2 245	0
Belarus	0.0755	9 989	11 207	13 770	34 966	34 675	0	0	291	291	0
Belgium	1.3450	1 242 376	286 848	290 716	1 819 940	1 819 962	0	0	0	0	(22)
Belize	0.0100	8 395	2 022	2 104	12 521	10 044	0	373	2 104	2 477	0
Benin	0.0100	7 887	2 022	2 104	12 013	4 662	3 226	2 022	2 104	7 352	0
Bolivia (Plurinational State of)	0.0121	10 175	2 022	2 328	14 525	14 525	0	0	0	0	0
Bosnia and Herzegovina	0.0229	9 006	3 736	4 354	17 096	17 096	0	0	0	0	0
Botswana	0.0229	14 633	4 803	4 909	24 345	17 415	0	2 021	4 909	6 930	0
Brazil	3.9542	1 837 324	429 872	639 671	2 906 867	1 893 233	0	373 963	639 671	1 013 634	0
Brunei Darussalam	0.0350	34 430	7 471	7 572	49 473	52 558	0	0	0	0	(3 085)
Bulgaria	0.0633	27 496	10 140	11 939	49 575	49 575	0	0	0	0	0

States parties	2014 scale of assessments (percentage)	Contributions assessed: Previous financial periods (1996-2010)	Last financial period (2011-2012)	Current financial period[a] (2013-2014)	Total[a]	Collections	Contributions outstanding: Previous financial periods[b] (1996-2010)	Last financial period (2011-2012)	Current financial period[c] (2013-2014)	Total outstanding	Credits forwarded[a] to 2015
Burkina Faso	0.0100	5 013	2 022	2 104	9 139	35	4 978	2 022	2 104	9 104	0
Cameroon	0.0162	12 301	2 935	3 228	18 464	17 446	0	0	1 017	1 017	0
Canada	4.0215	2 201 832	855 742	868 233	3 925 807	3 925 872	0	0	0	0	(65)
Cabo Verde	0.0100	8 464	2 022	2 104	12 590	11 538	0	0	1 052	1 052	0
Chad	0.0100	1 302	2 022	2 104	5 428	5 782	0	0	0	0	(354)
Chile	0.4501	211 966	62 973	80 119	355 058	355 065	0	0	0	0	(7)
China	6.9380	2 267 752	850 939	1 172 647	4 291 338	4 918 504	0	0	0	0	(627 166)
Comoros	0.0100	8 395	2 022	2 104	12 521	94	8 301	2 022	2 104	12 427	0
Congo	0.0100	2 162	2 022	2 104	6 288	3 374	0	810	2 104	2 914	0
Cook Islands[d]	0.0100	8 395	2 022	2 104	12 521	12 689	0	0	0	0	(168)
Costa Rica	0.0512	30 787	9 072	10 107	49 966	50 794	0	0	0	0	(827)
Côte d'Ivoire	0.0148	11 930	2 669	2 948	17 547	18 388	0	0	0	0	(842)
Croatia	0.1698	55 515	25 883	31 330	112 728	94 857	0	0	17 870	17 870	0
Cuba	0.0930	51 316	18 946	19 638	89 900	89 899	0	0	0	0	(0)
Cyprus	0.0633	48 412	12 275	13 049	73 736	79 760	0	0	0	0	(6 024)
Czech Republic	0.5202	252 896	93 126	103 174	449 196	495 460	0	0	0	0	(46 265)
Democratic Republic of the Congo	0.0100	9 354	2 022	2 104	13 480	94	9 260	2 022	2 104	13 386	0
Denmark	0.9097	512 729	196 391	197 865	906 985	906 999	0	0	0	0	(14)
Djibouti	0.0100	8 395	2 022	2 104	12 521	4 281	4 114	2 022	2 104	8 240	0
Dominica	0.0100	8 395	2 022	2 104	12 521	2 189	6 206	2 022	2 104	10 332	0
Dominican Republic	0.0606	4 092	11 207	12 210	27 509	1 364	2 728	11 207	12 210	26 145	0
Ecuador	0.0593	0	1 333	11 791	13 124	13 447	0	0	0	0	(323)
Egypt	0.1806	112 817	25 083	32 049	169 949	186 196	0	0	0	0	(16 248)
Equatorial Guinea	0.0135	7 865	2 135	2 528	12 528	11 703	0	0	825	825	0
Estonia	0.0539	8 899	10 673	11 224	30 796	35 563	0	0	0	0	(4 768)
European Union[e]	n.a.	807 544	184 000	192 000	1 183 544	1 183 544	0	0	0	0	0
Fiji	0.0100	8 803	2 022	2 104	12 929	13 813	0	0	0	0	(884)
Finland	0.6995	688 428	151 029	152 150	991 607	991 618	0	0	0	0	(11)

States parties	2014 scale of assessments (percentage)	Contributions assessed: Previous financial periods (1996-2010)	Last financial period (2011-2012)	Current financial period[a] (2013-2014)	Total[a]	Collections	Contributions outstanding: Previous financial periods[b] (1996-2010)	Last financial period (2011-2012)	Current financial period[c] (2013-2014)	Total outstanding	Credits forwarded to 2015
France	7.5377	7 950 462	1 633 835	1 642 900	11 227 197	11 227 320	0	0	0	0	(123)
Gabon	0.0270	13 290	3 736	4 780	21 806	9 248	4 040	3 736	4 780	12 556	0
Gambia	0.0100	8 395	2 022	2 104	12 521	458	7 937	2 022	2 104	12 063	0
Georgia	0.0100	21 298	2 022	2 104	25 424	25 424	0	0	0	0	0
Germany	9.6239	11 465 959	2 139 488	2 125 409	15 730 856	15 731 014	0	0	0	0	(159)
Ghana	0.0189	9 290	2 022	3 038	14 350	10 774	0	539	3 038	3 577	0
Greece	0.8598	628 484	184 383	186 373	999 240	999 240	0	0	0	0	0
Grenada	0.0100	8 395	2 022	2 104	12 521	7 921	474	2 022	2 104	4 600	0
Guatemala	0.0364	33 036	7 471	7 714	48 221	47 497	0	0	724	724	0
Guinea	0.0100	8 668	2 022	2 104	12 794	94	8 574	2 022	2 104	12 700	0
Guinea-Bissau	0.0100	8 395	2 022	2 104	12 521	94	8 301	2 022	2 104	12 427	0
Guyana	0.0100	8 395	2 022	2 104	12 521	13 723	0	0	0	0	(1 203)
Haiti	0.0100	8 530	2 022	2 104	12 656	12 656	0	0	0	0	(0)
Honduras	0.0108	8 735	2 135	2 245	13 115	13 069	0	0	47	47	0
Hungary	0.3585	150 986	77 649	78 107	306 742	338 273	0	0	0	0	(31 532)
Iceland	0.0364	42 700	11 207	9 657	63 564	66 678	0	0	0	0	(3 114)
India	0.8976	479 483	142 491	168 557	790 531	870 828	0	0	0	0	(80 296)
Indonesia	0.4663	209 233	63 507	82 098	354 838	354 845	0	0	0	0	(7)
Iraq	0.0916	60 188	5 336	12 419	77 943	74 342	0	0	3 602	3 602	0
Ireland	0.5633	413 778	132 884	128 389	675 051	724 321	0	0	0	0	(49 270)
Italy	5.9946	6 438 790	1 333 911	1 324 536	9 097 237	9 097 335	0	0	0	0	(98)
Jamaica	0.0148	10 211	3 736	3 503	17 450	17 489	0	0	0	0	(40)
Japan	14.5996	20 951 839	3 343 451	3 275 146	27 570 436	27 570 677	0	0	0	0	(241)
Jordan	0.0296	12 223	3 736	5 063	21 022	20 926	0	0	97	97	0
Kenya	0.0175	10 936	3 202	3 509	17 647	19 193	0	0	0	0	(1 546)
Kiribati	0.0100	6 043	2 022	2 104	10 169	9 586	0	0	583	583	0
Kuwait	0.3679	201 940	70 178	75 215	347 333	380 261	0	0	0	0	(32 927)
Lao People's Democratic Republic	0.0100	7 623	2 022	2 104	11 749	11 749	0	0	0	0	0

States parties	2014 scale of assessments (percentage)	Contributions assessed: Previous financial periods (1996-2010)	Last financial period (2011-2012)	Current financial period[c] (2013-2014)	Total[a]	Collections	Contributions outstanding: Previous financial periods[b] (1996-2010)	Last financial period (2011-2012)	Current financial period[c] (2013-2014)	Total outstanding	Credits forwarded[c] to 2015
Latvia	0.0633	11 267	10 140	11 939	33 346	39 010	0	0	0	0	(5 664)
Lebanon	0.0566	27 722	8 806	10 536	47 064	41 112	0	0	5 952	5 952	0
Lesotho	0.0100	3 229	2 022	2 104	7 355	0	3 229	2 022	2 104	7 355	0
Liberia	0.0100	1 949	2 022	2 104	6 075	1 063	886	2 022	2 104	5 012	0
Lithuania	0.0984	20 290	17 344	19 373	57 007	57 007	0	0	0	0	(0)
Luxembourg	0.1092	78 108	24 015	23 977	126 100	126 102	0	0	0	0	(2)
Madagascar	0.0100	6 736	2 022	2 104	10 862	10 594	0	0	268	268	0
Malawi	0.0100	217	2 022	2 104	4 343	0	217	2 022	2 104	4 343	0
Malaysia	0.3787	244 314	67 509	74 961	386 784	420 471	0	0	0	0	(33 687)
Maldives	0.0100	7 093	2 022	2 104	11 219	10 167	0	0	1 052	1 052	0
Mali	0.0100	8 594	2 022	2 104	12 720	8 989	0	1 627	2 104	3 731	0
Malta	0.0216	18 537	4 536	4 628	27 701	29 601	0	0	0	0	(1 900)
Marshall Islands	0.0100	8 395	2 022	2 104	12 521	7 301	1 093	2 022	2 104	5 219	0
Mauritania	0.0100	8 395	2 022	2 104	12 521	7 158	1 237	2 022	2 104	5 363	0
Mauritius	0.0175	13 164	2 935	3 370	19 469	21 032	0	0	0	0	(1 563)
Mexico	2.4825	1 985 230	628 665	588 178	3 202 073	3 202 146	0	0	0	0	(75)
Micronesia (Federated States of)	0.0100	8 395	2 022	2 104	12 521	10 130	0	287	2 104	2 391	0
Monaco	0.0162	8 737	2 022	2 754	13 513	13 513	0	0	0	0	0
Mongolia	0.0100	8 530	2 022	2 104	12 656	11 779	0	0	878	878	0
Montenegro	0.0100	3 638	2 022	2 104	7 764	8 700	0	0	0	0	(936)
Morocco	0.0836	18 580	15 477	16 841	50 898	50 898	0	0	0	0	0
Mozambique	0.0100	8 197	2 022	2 104	12 323	11 392	0	0	932	932	0
Myanmar	0.0135	11 226	2 022	2 470	15 718	16 927	0	0	0	0	(1 209)
Namibia	0.0135	9 290	2 401	2 667	14 358	15 557	0	0	0	0	(1 199)
Nauru	0.0100	8 395	2 022	2 104	12 521	479	7 916	2 022	2 104	12 042	0
Nepal	0.0100	7 844	2 022	2 104	11 970	10 037	0	0	1 933	1 933	0
Netherlands	2.2291	2 174 127	494 980	491 992	3 161 099	3 161 136	0	0	0	0	(37)
New Zealand	0.3410	295 697	72 847	73 765	442 309	472 327	0	0	0	0	(30 018)

States parties	2014 scale of assessments (percentage)	Contributions assessed: Previous financial periods (1996-2010)	Last financial period (2011-2012)	Current financial period[b] (2013-2014)	Total[c]	Collections	Contributions outstanding: Previous financial periods[c] (1996-2010)	Last financial period (2011-2012)	Current financial period (2013-2014)	Total outstanding	Credits forwarded to 2015
Nicaragua	0.0100	7 363	2 022	2 104	11 489	13 157	0	0	0	0	(1 668)
Niger	0.0100	0	0	1 578	1 578	0	0	0	1 578	1 578	0
Nigeria	0.1213	64 452	20 813	23 588	108 853	108 282	0	0	570	570	0
Niue[d]	0.0100	3 638	2 022	2 104	7 764	6 709	0	0	1 055	1 055	0
Norway	1.1469	853 559	232 414	241 560	1 327 533	1 327 551	0	0	0	0	(18)
Oman	0.1375	79 419	22 948	26 400	128 767	128 769	0	0	0	0	(3)
Pakistan	0.1146	71 645	21 881	23 434	116 960	95 210	0	0	21 750	21 750	0
Palau	0.0100	8 288	2 022	2 104	12 414	7 190	1 098	2 022	2 104	5 224	0
Panama	0.0350	22 801	5 870	6 740	35 411	39 723	0	0	0	0	(4 312)
Papua New Guinea	0.0100	9 017	2 022	2 104	13 143	12 648	0	0	495	495	0
Paraguay	0.0135	14 839	2 022	2 470	19 331	1 892	12 947	2 022	2 470	17 439	0
Philippines	0.2075	107 724	24 015	34 330	166 069	166 062	0	0	6	6	0
Poland	1.2412	449 744	220 940	245 521	916 205	1 026 626	0	0	0	0	(110 421)
Portugal	0.6388	560 363	136 353	138 136	834 852	834 860	0	0	0	0	(9)
Qatar	0.2817	55 743	36 023	48 375	140 141	110 517	0	0	29 624	29 624	0
Republic of Korea	2.6873	2 081 343	603 049	596 413	3 280 805	3 280 852	0	0	0	0	(45)
Republic of Moldova	0.0100	3 442	2 022	2 104	7 568	8 452	0	0	0	0	(884)
Romania	0.3046	84 017	47 230	56 615	187 862	215 140	0	0	0	0	(27 277)
Russian Federation	3.2857	1 706 431	427 471	568 076	2 701 978	2 702 024	0	0	0	0	(46)
Saint Kitts and Nevis	0.0100	8 395	2 022	2 104	12 521	11 705	0	0	817	817	0
Saint Lucia	0.0100	8 395	2 022	2 104	12 521	12 503	0	0	18	18	0
Saint Vincent and the Grenadines	0.0100	8 395	2 022	2 104	12 521	9 865	0	553	2 104	2 657	0
Samoa	0.0100	8 395	2 022	2 104	12 521	13 143	0	0	0	0	(622)
Sao Tome and Principe	0.0100	8 395	2 022	2 104	12 521	94	8 301	2 022	2 104	12 427	0
Saudi Arabia	1.1644	835 079	221 474	237 714	1 294 267	1 294 489	0	0	0	0	(222)
Senegal	0.0100	9 077	2 022	2 104	13 203	13 203	0	0	0	0	(0)
Serbia	0.0539	35 878	9 873	10 807	56 558	56 560	0	0	0	0	(2)
Seychelles	0.0100	8 530	2 022	2 104	12 656	12 656	0	0	0	0	(0)

States parties	2014 scale of assessments (percentage)	Contributions assessed: Previous financial periods (1996-2010)	Last financial period (2011-2012)	Current financial period[a] (2013-2014)	Total[a]	Collections	Contributions outstanding: Previous financial periods[b] (1996-2010)	Last financial period (2011-2012)	Current financial period[a] (2013-2014)	Total outstanding	Credits forwarded to 2015
Sierra Leone	0.0100	8 395	2 022	2 104	12 521	548	7 847	2 022	2 104	11 973	0
Singapore	0.5175	393 921	89 390	100 948	584 259	630 370	0	0	0	0	(46 110)
Slovakia	0.2305	65 658	37 890	43 957	147 505	168 088	0	0	0	0	(20 583)
Slovenia	0.1348	100 562	27 484	28 476	156 522	156 523	0	0	0	0	(0)
Solomon Islands	0.0100	8 000	2 022	2 104	12 126	8 333	0	1 689	2 104	3 793	0
Somalia	0.0100	8 395	2 022	2 104	12 521	94	8 301	2 022	2 104	12 427	0
South Africa	0.5013	394 031	102 732	106 184	602 947	602 956	0	0	0	0	(9)
Spain	4.0067	3 269 367	847 736	862 510	4 979 613	4 979 614	0	0	0	0	(0)
Sri Lanka	0.0337	18 895	5 070	6 183	30 148	21 856	0	2 109	6 183	8 292	0
Sudan	0.0135	10 561	2 669	2 806	16 036	1 060	9 501	2 669	2 806	14 976	0
Suriname	0.0100	7 922	2 022	2 104	12 048	8 320	0	1 624	2 104	3 728	0
Swaziland	0.0100	0	253	2 104	2 357	0	0	253	2 104	2 357	0
Sweden	1.2938	1 330 392	283 913	283 801	1 898 106	1 898 257	0	0	0	0	(151)
Switzerland	1.4110	241 921	301 524	305 298	848 743	848 743	0	0	0	0	0
Thailand	0.3221	0	48 780	62 898	111 678	140 554	0	0	0	0	(28 876)
The former Yugoslav Republic of Macedonia	0.0108	8 869	2 022	2 187	13 078	13 074	0	0	4	4	0
Timor-Leste	0.0100	0	0	2 104	2 104	1 052	0	0	1 052	1 052	0
Togo	0.0100	8 462	2 022	2 104	12 588	5 873	2 590	2 022	2 104	6 716	0
Tonga	0.0100	8 395	2 022	2 104	12 521	12 485	0	0	36	36	0
Trinidad and Tobago	0.0593	27 268	11 741	12 346	51 355	56 803	0	0	0	0	(5 448)
Tunisia	0.0485	38 308	8 005	9 269	55 582	55 582	0	0	0	0	0
Tuvalu	0.0100	6 043	2 022	2 104	10 169	7 449	0	616	2 104	2 720	0
Uganda	0.0100	8 803	2 022	2 104	12 929	10 953	0	0	1 976	1 976	0
Ukraine	0.1334	80 255	23 214	26 114	129 583	115 553	0	0	14 030	14 030	0
United Kingdom of Great Britain and Northern Ireland	6.9797	7 119 137	1 762 182	1 650 931	10 532 250	10 532 250	0	0	0	0	(0)

States parties	2014 scale of assessments (percentage)	Contributions assessed: Previous financial periods (1996-2010)	Last financial period (2011-2012)	Current financial period[c] (2013-2014)	Total[a]	Collections	Contributions outstanding: Previous financial periods[b] (1996-2010)	Last financial period (2011-2012)	Current financial period (2013-2014)	Total outstanding	Credits forwarded to 2015
United Republic of Tanzania	0.0121	8 735	2 135	2 386	13 256	13 256	0	0	0	0	(0)
Uruguay	0.0701	58 948	7 205	11 122	77 275	77 271	0	0	4	4	0
Vanuatu	0.0100	7 536	2 022	2 104	11 662	11 208	0	0	454	454	0
Viet Nam	0.0566	21 385	8 806	10 536	40 727	45 796	0	0	0	0	(5 069)
Yemen	0.0135	10 187	2 669	2 806	15 662	10 946	0	1 909	2 806	4 715	0
Zambia	0.0100	8 594	2 022	2 104	12 720	94	8 500	2 022	2 104	12 626	0
Zimbabwe	0.0100	10 199	2 022	2 104	14 325	2 632	7 567	2 022	2 104	11 693	0
Total	**100.00**	**89 518 018**	**20 398 600**	**21 239 120**	**131 155 734**	**131 185 416**	**149 370**	**455 145**	**874 534**	**1 479 049**	**(1 508 736)**

Abbreviation: n.a., not applicable.

Note: Ten States parties have not paid any contributions towards the budgets of the Tribunal.

[a] Total subject to rounding differences.

[b] A total of 14 States parties have not contributed in full towards the period 1996-2004. The amount outstanding for that period is €47,700.

[c] Figures in brackets indicate credits being carried forward towards 2015 (€1,508,736).

[d] Not a member of the United Nations; assessed with the floor rate.

[e] Agreed contributions in accordance with the Financial Regulations of the Tribunal. For the period 2013-2014, see SPLOS/250.

Appendix V

Performance reports for grants given to the International Tribunal for the Law of the Sea

(In euros)

A. Nippon Foundation Grant for the period from 1 January 2013 to 31 December 2014

	2013-2014
Income	
Grants from Nippon Foundation	460 000
Interest income	0
Gains and losses on exchange	(30)
Miscellaneous income	0
Net income	**459 970**
Expenditures	
Participants (subsistence allowance, travel and insurance)	270 770
Lecturers (subsistence allowance and travel)	99 892
General administrative expenses	57 882
Non-refundable taxes	510
Obligations	0
Total expenditures	**429 054**
Excess of income over expenditure	**30 916**
Assets	
Cash and term deposits	263 358
Accounts receivables	3 866
Total assets	**267 224**
Liabilities	
Payable accounts	0
Net assets	**267 224**
Reserves	
Prior-period reserve	236 308
Excess of income over expenditure	30 916
Total reserves	**267 224**

B. Trust Fund for the Law of the Sea for the period from 1 January 2013 to 31 December 2014

	2013-2014
Income	
Contributions	50 000
Interest income	0
Gain on exchange	(354)
Total	**49 646**
Expenditures	
Internship programme	23 695
Workshops	17 212
Bank charges	543
Total expenditures	**41 449**
Excess of income over expenditure	**8 197**
Assets	
Cash and term deposits	54 299
Accounts receivables	(6 111)
Total assets	**48 189**
Reserves	
Prior-period reserve	39 992
Excess of income over expenditure	8 197
Total reserves	**48 189**

C. China Institute of International Studies Grant for the period from 1 January 2013 to 31 December 2014

	2013-2014
Income	
Contributions	0
Interest income	0
Net income	**0**
Expenditures	
Internship programme	36 733
International Foundation for the Law of the Sea, summer academy	26 000
Bank charges	378
Non-refundable tax	16
Total expenditures	**63 127**
Excess of income over expenditure	**(63 127)**
Assets	
Cash and term deposits	9 690
Accounts receivables	6 189
Total assets	**15 878**
Liabilities	
Payable accounts	0
Net assets	**15 878**
Reserves	
Prior-period reserve	79 005
Excess of income over expenditure	(63 127)
Total reserves	**15 878**

Appendix VI

International Tribunal for the Law of the Sea, Hamburg

Audit procedures and results of additional audit scope for the period from 1 January 2013 to 31 December 2014

According to the assignment, we performed audit procedures concerning the following aspects of operating procedures in addition to our audit of the financial statements for the financial period from 1 January 2013 to 31 December 2014:

(a) Whether expenses incurred during this financial period were in accordance with the appropriations approved by the Meeting of States Parties;

(b) Whether expenditures incurred had been appropriately authorized by the party designated for that purpose in the Rules of the Tribunal or the Financial Regulations;

(c) Whether staff and persons being paid by the Tribunal had been recruited or engaged in the manner provided for in the Rules of the Tribunal or the Staff Regulations and Rules of the Tribunal;

(d) Whether goods and services had been procured in accordance with the procedures provided for in the Financial Regulations and Rules of the Tribunal;

(e) Whether goods and services which had been procured were in line with the approved budget, properly recorded and not excessive, having regard to circumstances and the functions of the Tribunal;

(f) Whether the grant given to the Tribunal by the Nippon Foundation, the Trust Fund for the Law of the Sea and the China Institute of International Studies, maintained in separate special accounts, were administered in accordance with the relevant memorandums and terms of reference.

As part of our audit of the financial statements the following additional procedures were performed by us.

1. Approval of expenses

As instructed, we have audit procedures to determine whether the expenses incurred during the financial period 2013-2014 are in accordance with the appropriations approved by the Meeting of States Parties in all material respects.

From the approved budget for the financial period 2013-2014 amounting to €21,239,120, a total amount of €19,241,443 was spent against approved budget lines, resulting in savings of €1,997,677. Although the overall budget was underspent, overexpenditures were incurred in some budget lines. The Tribunal was able to finance those overexpenditures by using savings from other budget lines in the same section, in accordance with financial rule 104.3 of the Tribunal.

2. Authorization of expenditures

We performed audit procedures concerning the procedures for the authorization of expenditures in the period 2013-2014, as outlined in the Financial Regulations and Rules of the Tribunal, and conducted tests, on a sample basis, to determine whether those procedures had been strictly followed by the Tribunal in all material respects.

As a result of the work done, we found that the procedures for the authorization of expenditures had been carried out in all material respects in accordance with the Rules of the Tribunal and the Financial Regulations and Rules of the Tribunal.

3. Procedures for recruiting/engaging staff

In the period 2013-2014, the Tribunal recruited one new staff member. We have audit procedures to determine whether the procedures for recruiting and engaging of the new staff member were in line with the Rules of the Tribunal or the Staff Regulations and Rules of the Tribunal in all material respects.

As a result of the work done, we found that the Tribunal had carried out the procedures for recruiting and engaging staff in all material respects in accordance with the Rules of the Tribunal or the Staff Regulations and Rules of the Tribunal.

4. Procedures for procurement of goods and services

We conducted audit procedures to determine whether the procedures followed by the Tribunal in the order process had been in line with the Financial Regulations and Rules of the Tribunal (i.e., whether they had included a request for bids or tenders, fair analysis of tenders and written contracts) and conducted tests, on a sample basis, to determine whether those procedures had been followed by the Tribunal in all material respects.

As a result of the work done, we found that the procedures for procurement of goods and services had been in all material respects carried out in accordance with the Financial Regulations and Rules of the Tribunal.

5. Examination of whether goods and services which have been procured are in line with the approved budget, properly recorded and not excessive, having regard to circumstances and the functions of the Tribunal

We conducted audit procedures to determine whether: (a) the expenditures reported for the financial period had been properly included in the statement of income, expenditures and changes in reserves and fund balances in all material respects and had been charged to the appropriate budget line in all material respects; and (b) the goods and services procured had been in line with the approved budget in all material respects.

As a result of the work done, we found that the expenditures for the financial period had in all material respects been properly included in the statement of income, expenditures and changes in reserves and fund balances and had been charged to appropriate budget line in all material respects. The overexpenditures in the financial period could be reasonably explained and had been compensated for by savings under other budget lines.

6. Examination regarding the Nippon Foundation Grant, the Trust Fund for the Law of the Sea and the China Institute of International Studies Grant

We conducted audit procedures to determine whether the Nippon Foundation Grant, the Trust Fund for the Law of the Sea and the China Institute of International Studies Grant, which are maintained in separate trustee accounts, had been in all material respects administered in accordance with the respective agreements.

Nippon Foundation Grant

Pursuant to the agreements, the Nippon Foundation contributed an amount of €460,000 in the period 2013-2014 to the Nippon Foundation's International Tribunal for the Law of the Sea capacity-building and training programme on dispute settlement under the United Nations Convention on the Law of the Sea. The purpose of the grant is to finance the expenses of participants from developing countries in the programme. The Nippon Foundation Grant was invested in a special bank account.

During the financial period 2013-2014, the sum of €429,054 was withdrawn from the Nippon Foundation Grant to provide funding for the programme's activities. In the financial period, participants from several developing countries took part in the programme.

As at 31 December 2014, the special bank account of the Nippon Foundation Grant shows a balance of €263,358.

We also refer to the performance report of the Nippon Foundation Grant in appendix V.

Trust Fund for the Law of the Sea

Total contributions in the amount of €50,000 were made to the Trust Fund, as explained in the financial report in appendix I. A special bank account was set up for the Trust Fund.

During the financial period 2013-2014, an amount of €41,449 was withdrawn to provide funding to the internship programme of the International Tribunal for the Law of the Sea.

The special bank account showed a balance of €54,299 as at 31 December 2014.

We also refer to the performance report of the Trust Fund in appendix V.

Trust Fund of the China Institute for International Studies

According to the memorandum of understanding dated 3 May 2012 between the China Institute for International Studies and the International Tribunal for the Law of the Sea, the Institute provided a lump sum of €100,000 as financial assistance for supporting the continuation of the International Tribunal for the Law of the Sea internship programme, the summer academy on the law of the sea, maritime law and for implementing other programmes.

During the financial period 2013-2014, an amount of €63,127 was withdrawn from the CIIS Grant to provide financial assistance for the summer academy 2013-2014 of the International Foundation for the Law of the Sea.

The CIIS Grant was invested in a special bank account, which showed a balance as at 31 December 2014 of €9,690.

We also refer to the performance report of the CIIS Grant in appendix V.

Appendix VII

General engagement terms for Wirtschaftsprüfer (German Public Auditors) and Wirtschaftsprüfungsgesellschaften (Public Audit Firms), as well as special conditions for increased liability

[For the text of appendix VII, see SPLOS/192, annex, appendix VI.]